STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

ConocoPhillips Company

Operator Account Number: N 2335

Address:

P. O. Box 51810

city Midland

zip 79710-1810 state TX

Phone Number: (432) 688-6943

Well 1

| API Number | Well | Name | QQ | Sec | Twp | Rng | County |
|-------------|--------------------------|----------------------|------|-----------|-----|-------------------------------------|-----------|
| 4300730858 | USA #14-490 | | NWNE | 14 | 148 | 8E | Carbon |
| Action Code | Current Entity Number | New Entity Number | s | Spud Date | | Entity Assignment Effective Date | |
| С | 14951 | 11256 | 9 | 9/10/200 | 5 | | 11/1/2005 |

Comments:

Well is included in 11th Revision of the Consolidated Ferron Formation Participating Area "A,C,D" effective 11/1/05.

Well 2

| API Number | Well | Name | QQ | Sec | Twp | Rng | County |
|-------------|--------------------------|----------------------|----|-----------|-----|----------------------------------|-----------|
| 4300730769 | USA #14-491 | x #14-491 | | 14 | 148 | 8E | Carbon |
| Action Code | Current Entity Number | New Entity Number | s | Spud Date | | Entity Assignment Effective Date | |
| С | 14950 | 11256 | 9 | 9/15/200 | 5 | | 11/1/2005 |

Comments:

Well is included in 11th Revision of the Consolidated Ferron Formation Participating Area "A,C,D" effective 11/1/05.

Well 3

| API Number | Well | Name | QQ | Sec | Twp | Rng | County |
|-------------|--------------------------|----------------------|------|------------|-----|-------------------------------------|--------|
| 4300730928 | Utah #10-649 | | NENW | 10 | 158 | 10E | Carbon |
| Action Code | Current Entity Number | New Entity Number | s | Spud Date | | Entity Assignment Effective Date | |
| С | 15018 | 11256 | 1 | 10/25/2005 | | 11/1/2005 | |

Comments:

Well is included in 11th Revision of the Consolidated Ferron Formation Participating Area "A,C,D" effective 11/1/05.

ACTION CODES:

- A Establish new entity for new well (single well only)
- **B** Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity ED

 D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

FEB 2 3 2007

Signature Sr. Regulatory Analyst

Ponna Williams

Name (Please Pi

2/19/2007

Date

DIV. OF OIL, GAS & MINING



United States Department of the Interior



BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov

IN REPLY REFER TO: 3180 UT-922

JAN 3 1 2007

CERTIFIED MAIL -- Return Receipt Requested

ConocoPhillips Company Attn: William W. Franklin Lower 48 Business Unit 3300 North A. Street Midland, TX 79705

Re:

11th Revision of the

Consolidated Ferron Formation Participating Area "A,C,D" Drunkards Wash Unit

Carbon and Emery Counties, Utah

Gentlemen:

The 11th Revision of the Consolidated Ferron Formation Participating Area "A,C,D", Drunkards Wash Unit, UTU67921G, is hereby approved effective as of November 1, 2005, pursuant to Section 11 of the Drunkards Wash Unit Agreement, Carbon and Emery Counties, Utah.

The 11th Revision of the Consolidated Ferron Formation Participating Area "A,C,D" results in the addition of 641.25 acres to the participating area for a total of 70,984.12 acres and is based upon the completion of the following wells, as capable of producing unitized substances in paying quantities.

| - FWELL NO. | ABINO. N | THE LEGISLICIUS | 19 PELEASE NO. | |
|---------------|--------------|-----------------|----------------|-------|
| USA 14-490 | 43-007-30858 | NE, 14-14S-8E | UTU61154 | 14951 |
| USA 14-491 | 43-007-30769 | NW, 14-14S-8E | UTU61154 | 14950 |
| Lessar 20-850 | 43-007-31014 | SW, 20-14S-10E | Patented | 15041 |
| Utah 10-649 | 43-007-30928 | NW, 10-15S-10E | Patented | 15018 |

All lands not within the Consolidated Ferron Formation Participating Area "A,C,D" Drunkards Wash Unit, Carbon & Emery Counties, Utah were automatically contracted from the unit area effective November 21, 2005, as provided by Section 2(e) of the unit agreement.

PECEIVED

FEB 0 5 2007

You are requested to timely submit a description of the lands eliminated with-in 90 days after receipt of this letter. Revised Exhibits "A" and "B" should also be submitted showing the lands remaining in the unit area.

Copies of the approved request are being distributed to the appropriate agencies and one copy is returned herewith. Please advise all interested parties of the approval of the 11th Revision of the Consolidated Ferron Formation Participating Area "A,C,D" Drunkards Wash Unit and the effective date.

Sincerely,

/s/ Douglas Cook

Douglas Cook Chief, Branch of Fluid Minerals

Enclosure

bcc: Division of Oil, Gas and Mining

SITLA

Sovereign Lands

Drunkards Wash Unit w/enclosure

MMS - Data Management Division (Attn: James Sykes)

Field Manager - Moab w/enclosure

Agr. Sec. Chron Reading File Central Files

CSeare:cs (01/30/07)DWU.11th.rev

FORM APPROVED Form 3160-3 OMB No. 1004-0136 Expires January 31, 2004 (September 2001) UNITED STATES Lease Serial No. DEPARTMENT OF THE INTERIOR U-61154 BUREAU OF LAND MANAGEMENT If Indian, Allotee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 001 7 If Unit or CA Agreement, Name and No. ✓ DRILL REENTER la. Type of work: Drunkards Wash UTU-67921X 8. Lease Name and Well No. ✓ Single Zone Multiple Zone USA 14-491 Oil Well | Gas Well lb. Type of Well: 9. API Well No. Name of Operator 43-007-30769 ConocoPhillips Company 10. Field and Pool, or Exploratory 3b. Phone No. (include area code) 3a. Address P.O. Box 851 Price, Utah 84501 Drunkards Wash 435-613-9777 11. Sec., T. R. M. or Blk. and Survey or Area Location of Well (Report location clearly and in accordance with any State requirements.*) At surface NEMW 1311' FNL, 1898' FWL 500377 X 39.611616 Sec. 14, T14S, R08E, SLB&M At proposed prod. zone 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office* UT Carbon 10 Miles west of Price, Utah 17. Spacing Unit dedicated to this well 16. No. of acres in lease Distance from proposed 15. 13111 location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) 160 acres 3863.87 acres 20. BLM/BIA Bond No. on file 19. Proposed Depth 18. Distance from proposed location* to nearest well, drilling, completed, 8015-16-69 1600 3940' applied for, on this lease, ft. 22 Approximate date work will start* 23. Estimated duration Elevations (Show whether DF, KDB, RT, GL, etc.) 08/01/2005 7037' GR 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form: Bond to cover the operations unless covered by an existing bond on file (see 1. Well plat certified by a registered surveyor. Item 20 above). 2. A Drilling Plan. Operator certification 3. A Surface Use Plan (if the location is on National Forest System Lands, the Such other site specific information and/or plans as may be required by the SUPO shall be filed with the appropriate Forest Service Office). authorized officer. Name (Printed/Typed) 25. Signature 02/11/2005 Jean Semborski Title Planning and Compliance Supervisor Name (Printed Typed) BRADLEY G. HIL

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

ENVIRONMENTAL SCIENTIST III

Conditions of approval, if any, are attached.

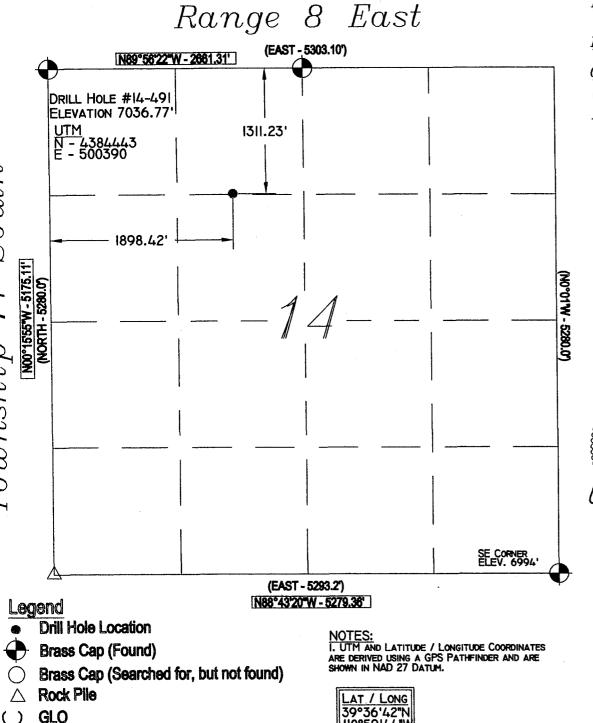
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on page 2)

Federal Approval of this Action is Necessary RECEIVED FEB 2 4 2005

DIV. OF OIL, GAS & MINING

CONFIDENTIAL



110°59'44"W

South

ownship"

GPS Measured

Location:

THE WELL LOCATION WAS DETERMINED USING A TRIMBLE 4700 GPS SURVEY GRADE UNIT.

Basis of Bearing: The Basis of Bearing is GPS Measured.

 $GLO\ Bearing$: The Bearings indicated are per the recorded plat obtained FROM THE U.S. LAND OFFICE.

Basis of Elevation:
Basis of Elevation of 6994' being at the Southeast Section Corner OF SECTION 14, TOWNSHIP 14 SOUTH, RANGE 8 EAST, SALT LAKE BASE AND MERIDIAN, AS SHOWN ON THE PINNACLE PEAK QUADRANGLE 7.5 MINUTE

Description of Location:
PROPOSED DRILL HOLE LOCATED IN THE NEI/4, NWI/4 OF SECTION 14, TI4S, R8E, S.L.B.&M., BEING 1311.23' SOUTH AND 1898.42' EAST FROM THE NORTHWEST SECTION CORNER OF SECTION 14, T14S, R8E, SALT LAKE BASE & MERIDIAN.

Surveyor's Certificate:

I, Albert J. Spensko, a Registered Professional Land Surveyor, holding Certificate 146652 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.





Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utah 84501 Ph: 435-637-8781 Fax: 435-636-8603

ConocoPhillips Company

WELL #14-491

Section 14, T14S, R8E, S.L.B.&M.

Carbon County, Utah

| Our Don Out | 11117) OTALL |
|----------------------|------------------------------|
| Drawn By: M. MOON | Checked By: L.W.J./A.J.S. |
| Drawing No. | Date: 07/11/01 |
| A-1 | Scale: " = 1000' |
| Sheet 1 of 4 | Job No. 1196 |



GRAPHIC SCALE

(IN FEET) 1 inch = 1000 ft.



ConocoPhillips Company 6825 South 5300 West P.O. Box 851 Price, UT 84501

February 11, 2005

Ms Diana Whitney State of Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 SLC, Utah 84114-5801

RE: Application for Permit to Drill-USA 14-491 NE/4 NW/4 Sec.14 T14S, R08E, SLB & M, Carbon County, Utah

Dear Ms. Whitney:

Enclosed is the original of the *Application for Permit to Drill* (APD). This well was previously approved but expired in May 2003 before the well was drilled. The API number assigned to this well location is 43-007-30806. Included with the APD is the following information:

Exhibit "A"- Survey Plat of the Proposed Well Site;

Exhibit "B" - Proposed Location Map with Pipeline, Power, and Road Access;

Exhibit "C" - Drilling Site Layout;

Exhibit "D" - Drilling Information

Exhibit "E" - Multipoint Surface Use Plan

Exhibit "F" - Typical Road Cross-section;

Exhibit "G" - BOP Diagram;

Exhibit "H" - Typical Wellhead Manifold;

Exhibit "I" - Evidence of Bond;

COPY

CONFIDENTIAL

RECEIVED FEB 2 4 2005

DIV. OF OIL, GAS & MINING

USA 14-491 February 11, 2005 Page two

This proposed well is located more than 460' from the boundary of the Unit Area and from the boundary of any uncommitted tract within the Unit Area and will not require the administrative approval in accordance with Utah Administrative Code Rule R649-3-3.

Please accept this letter as ConocoPhillips Company's written request for confidential treatment of all information contained in and pertaining to this permit application, if said information is eligible for such consideration.

Please be advised that the current API number on file for this well is 43-007-30806 and we are submitting this APD under this API number. This APD was approved by the BLM on 3/3/04 and is currently an active permit in their system.

Thank you very much for your timely consideration of this application. Please feel free to contact me if you have any questions.

Sincerely, Subordi.

Jean Semborski

Planning and Compliance Supervisor

cc: Mr. Eric Jones, BLM, Moab, Utah

Mr. W.E. (Gene) Herrington, Texaco

Mr. John B. Lennon, Dominion Resources

Mr. Don Stephens, BLM, Price, Utah

Ms. Jane Strickland, ConocoPhillips Company

Mr. Mark Jones, DOGM, Price, Utah

COPC Well File

Bureau of Land Management Moab District Application for Permit to Drill On-Site Inspection Checklist

Company ConocoPhillips Company

Well No. USA 14-491

Location: Sec.14, T 14 S, R 08E

Lease No. <u>U-61154</u>

On-Site Inspection Date: 5/24/01

All operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Orders, the approved plan of operations and the conditions of approval. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

A. DRILLING PROGRAM

1. Surface Formation and Estimated Formation Tops:

Surface formation: Upper Mancos Shale

Estimated top of Ferron Formation: 3425' TD=3940'

2. Estimated Depth at Which Oil, Gas, Water or Other Mineral Bearing Zones are Expected to be Encountered

Formation

Depth

Expected Oil Zones: none

Expected Gas Zones: Ferron Coal Interval: 3625'-3925'

Expected Water Zones: <u>3625'-3925'</u> Expected Mineral Zones: none

All fresh water and prospectively valuable minerals encountered during drilling will be recorded by depth and will be cased and cemented. When possible, water flow rates will be measured and samples will be taken and analyzed. All oil and gas shows will be tested to determine commercial potential.

3. <u>Pressure Control Equipment</u>- include schematics of the BOP and choke manifold, and describe testing procedures: Quick Test is contracted to test the manifold, blind rams, and B.O.P to 2000 psi. Surface casing is tested to 1 psi/ft. See attachment.

BOP systems will be consistent with API RP 53 and Onshore Oil and Gas Order No. 2. Pressure tests of the surface casing and all BOP equipment potentially subject to pressure will be conducted before drilling the surface casing shoe. Blowout preventer controls will be installed prior to drilling the surface casing shoe and will remain in use until the well is completed or abandoned. Ram preventers shall be inspected and operated each trip (no more than once a day is necessary), and annular preventers shall be inspected and operated weekly to ensure good mechanical working order. These inspections shall be recorded in the drilling log and in the daily drilling report.

- 4. <u>Casing Program and Auxiliary Equipment</u> include casing size, weight, grade, thread and coupling, setting depth and condition (new or acceptably reconditioned): Approximately 3930' of 5-1/2",N-80 17#/ft production casing will be installed 10% of the above setting depth will be 8-5/8", 24#/ft. J-55 surface casing.
- 5. <u>Cement-include</u> the cement type, density, yield, additives and amount used in setting each casing string. Also include the anticipated cement fill-up. If stage cementing, describe techniques: See cement design.
- 6. <u>Mud Program and Circulating Medium</u>- include mud components and weights. When air drilling, also include: length and location of blooie line; description of the auto ignitor; description of the deduster equipment; and amounts, types and characteristics of stand-by mud: Hole will be drilled with air.
- Coring, Logging and Testing Program: Bulk Density, Gamma, Neutron Density, Resistivity and Caliper logs will be run.
 Initial opening of drill stem test tools will be restricted to daylight hours.
- 8. <u>Abnormal Conditions, Bottom Hole Pressures and Potential Hazards</u>- include anticipated bottomhole pressure and/or pressure gradient: No abnormal conditions are anticipated, formation is slightly over-pressured, estimated BHP1706_PSI.
- 9. Any Other Aspects of this Proposal that should be Addressed:

B. THIRTEEN POINT SURFACE USE PLAN

The dirt contractor will be provided with an approved copy of the surface use plan of operations before initiating construction.

1. Existing Roads:

- a. Proposed route to location (submit a map depicting access and well location).
- b. Location of proposed well in relation to town or other reference point: 10 Miles west of Price, Utah.
- c. Contact the Carbon County Road Department for use of county roads. The use of Carbon County roads will require an encroachment permit from the Carbon County Road Department.
- d. Plans for improvement and/or maintenance of existing roads: Upgrade and maintain existing state or county roads.
- e. Other:

2. Planned Access Roads:

- a. Location (centerline): Sec. 14, T14S, R08E 1311' FNL, 1898' FWL
- b. Length of new access to be constructed: 1600'
- c. Length of existing roads to be upgraded 1100'
- d. Maximum total disturbed width: 27'
- e. Maximum travel surface width: 24'

- f. Maximum grades: 6%
- g. Turnouts: none
- h. Surface materials: In-place residual of Mancos Shale
- i. Drainage (crowning, ditching, culverts, etc): Roads will be crowned with water ditches on both sides. Water will be diverted around pad as necessary and 6 culverts will be placed along upgraded roadway.
- j. Cattleguards: none
- k. Length of new and/or existing roads which lie outside the lease boundary for which a BLM right-of-way is required: N/A
- 1. Other:

Surface disturbance and vehicular travel will be limited to the approved location access road. Any additional area needed must be approved by the Area Manager in advance.

If a right-of-way is necessary, no surface disturbing activities shall take place on the subject right-of-way until the associated APD is approved. The holder will adhere to conditions of approval in the Surface Use Program of the approved APD, relevant to any right-of-way facilities.

If a right-of-way is secured, boundary adjustments in the lease or unit shall automatically amend this right-of-way to include that portion of the facility no longer contained within the lease or unit. In the event of an automatic amendment to this right-of-way grant, the prior on-lease/unit conditions of approval of this facility will not be affected even though they would now apply to facilities outside of the lease/unit as a result of a boundary adjustment. Rental fees, if appropriate shall be recalculated based on the conditions of this grant and the regulations in effect at the time of an automatic amendment.

If the well is productive, the access road will be rehabilitated or brought to Resource (Class III) Road Standards within 60 days of dismantling the rig. If upgraded, the access road must be maintained at these standards until the well is properly abandoned. If this time frame cannot be met, the Area Manager will be notified so that temporary drainage control can be installed along the access road.

- 3. <u>Location of Existing Wells</u>-on a map, show the location of all water, injection, disposal, producing and drilling wells within a one mile radius of the proposed well, and describe the status of each: See Attachment "B"
- 4. Location of Production Facilities:
 - a. On-site facilities: See Attachment "E"
 - b. Off-site facilities: none
 - c. The pipelines and powerlines will follow the proposed access route with the powerline located on the north/east side of the road and the pipelines on the west/south. The pipelines will be approximately 6" for the gas and 6" for the water. Refer to map Exhibit "B" page 1 for the location of the proposed pipeline. The length of the pipeline will be

approximately 2700' long. The pipelines will be brought to the USA 14-491 from the West Line of Sec. 14

All permanent (in place for six months or longer) structures constructed or installed (including oil well pump jacks) will be painted a flat, non-reflective color to match the standard environmental colors, as determined by the Rocky Mountain Five-State Interagency Committee. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded. Colors will be as follows: Olive Black

If a gas meter run is constructed, it will be located on lease within 500 feet of the wellhead. The gas flowline will be buried from the wellhead to the meter and will be buried downstream of the meter until it leaves the pad. Meter runs will be housed and/or fenced. The gas meter shall be calibrated prior to first sales and shall be calibrated quarterly thereafter. All gas production and measurement shall comply with the provisions of 43 CFR § 3162. 7-3, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.

If a tank battery is constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain 1 ½ times the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All oil production and measurement shall conform to the provisions of 43 CFR § 3162.7-3 and Onshore Oil and Gas Order No. 4

Production facilities on location may include a lined or unlined produced water pit as specified in NTL-2B. If water is produced from the well, an NTL-2B application must be submitted.

5. Location and Type of Water Supply:

All water needed for drilling purposes will be obtained from (describe location and/or show on a map): PRWID

A temporary water use permit for this operation will be obtained from the Utah State Engineer in Price, Utah at (435) 637-1303.

Water obtained on private land, or land administered by another agency, will require approval from the owner or agency for use of the land.

6. Source of Construction Material:

Pad construction material will be obtained from (if the source is Federally owned, show location on a map): Private Owner

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

7. Methods of Handling Waste Disposal:

Describe the methods and locations proposed for safe containment and disposal of waste material, e.g. cuttings, produced water, garbage, sewage, chemicals, etc.

The reserve pit will be lined with (native material, bentonite, synthetic material): Pit will be lined with native material unless otherwise designated by BLM officers prior to construction.

The reserve pit will be located at the: <u>East</u> side of the location, and the pit walls will be sloped at no greater than 2 to 1.

The reserve pit shall be located in cut material, with at least 50% of the pit volume being below original ground level. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. As soon as the reserve pit has dried, all areas not needed for production will be rehabilitated.

Trash must be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations.

- 8. Ancillary Facilities: Garbage containers and portable toilets.
- 9. Well Site Layout depict the pit, rig, cut and fill, topsoil, etc. on a plat with a scale of at least 1" = 50'.

All well, whether drilling, producing, suspended, or abandoned, will be identified in accordance with 43 CFR 3162.6.

Access to the well pad will be from: Northwest of location.

The blooie line will be located in the: East at least 100 feet from the well head.

To minimize the amount of fugitive dust and spray escaping from the blooie pit, the following blooie line deflection method will be employed: Water injection.

10. Plans for Restoration of the Surface:

The top 6 inches of topsoil material will be removed from the location and stockpiled separately on: adjacent land.

Topsoil along the access road will be reserved in place adjacent to the road.

Immediately upon completion of drilling, all equipment that is not necessary for production shall be removed.

The reserve pit and that portion of the location not needed for production will be reclaimed.

Before any dirt work to restore the location takes place, the reserve pit must be completely dry.

Reclaimed roads will have the berms and cuts reduced and will be closed to vehicle use.

All disturbed areas will be recontoured to replicate the natural slope.

The stockpiled topsoil will be evenly distributed over the disturbed area.

Prior to reseeding, all disturbed areas, including the access roads, will be scarified and left with a rough surface.

Seed will be broadcast or drilled between Sept. and Nov., or at a time specified by the BLM. If broadcast, a harrow or some other implement will be dragged over the seeded area to assure seed coverage.

The following seed mixture will be used:

BLM recommended mixture: Pinion/Juniper

The abandonment marker will be one of the following, as specified by BLM:

- 1) At least four feet above ground level,
- 2) At restored ground level, or
- 3) Below ground level.

In any case the marker shall be inscribed with the following: operator name, lease number, well name and surveyed description (township, range, section and either quarter-quarter or footages).

Additional requirements:

- 11. Surface and Mineral Ownership: BLM surface/BLM subsurface
- 12. Other Information:
 - a. Archeological Concerns: none

The operator is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials, and contact the authorized officer (AO). Within five (5) working days, the AO will inform the operator as to:

- Whether the materials appear eligible for the National Register of Historic Places;
- The mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and
- A time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that the required mitigation has been completed, the operator will then be allowed to resume construction.

- b. Threatened and Endangered Species Concerns: No
- c. Wildlife Seasonal Restrictions (yes/no): See EIS
- d. Off Location Geophysical Testing: N/A
- e. Drainage crossings that require additional State or Federal approval: N/A

f. Other: N/A

13. Lessee's or Operator's Representative and Certification

Representative:

Name: Jean Semborski

Title: Permitting Supervisor

Address: 6825 S. 5300 W. P.O. Box 851

Price, Utah 84501

Phone No: (435) 613-9777 Fax (435) 613-9782

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exists; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by ConocoPhillips Company and its contractors and subcontractors in conformity with this APD package and the terms and conditions under which it is approved. I also certify responsibility for the operations conducted on that portion of the leased lands associated with this application, with bond coverage being provided under <u>BLM bond no. 8015-16-69</u>. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Signature

Planning and Compliance Supervisor

Title

2/11/05

Date

C. REQUIRED APPROVALS, REPORTS AND NOTIFICATIONS

Required verbal notifications are summarized in Table 1, attached.

<u>Building Location</u>- Contact the Resource Area, Natural Resource Protection Specialist at least 24 hours prior to commencing construction of location.

<u>Spud</u>- The spud date will be reported to the Resource Area Office 24 hours prior to spudding. Written notification in the form of a Sundry Notice (Form 3160-5) will be submitted the District Office within 24 hours after spudding, regardless of whether spud was made with a dry hole digger or big rig.

<u>Daily Drilling Reports</u>- Daily drilling reports shall detail the progress and status of the well and shall be submitted to the District Office on a weekly basis.

Monthly Reports of Operations- In accordance with Onshore Oil and Gas Order No. 1, this well shall be reported on Minerals Management Service (MMS) Form 3160, "Monthly Report of Operations," starting the month in which operations commence and continuing each month until the well is physically plugged and abandoned. This report will be filed directly with MMS.

<u>Sundry Notices</u>- There will be no deviation from the proposed drilling and/or workover program without prior approval from the Assistant District Manager. "Sundry Notices and Reports on Wells: (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2. Safe drilling and operating practices must be observed.

<u>Drilling Suspensions</u>- Operations authorized by this permit shall not be suspended for more than 30 days without prior approval of the Authorized Officer. All conditions of this approval shall be applicable during any operations conducted with a replacement rig.

<u>Undesirable Events</u>- Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be immediately reported to the Resource Area in accordance with requirements of NTL-3A.

<u>Cultural Resources</u>- If cultural resources are discovered during construction, work that might disturb the resources is to stop, and the Area Manager is to be notified.

<u>First Production</u>- Should the well be successfully completed for production, the Assistant District Manager, Minerals Division will be notified when the well is placed in producing status. Such notification may be made by phone, but must be followed by a sundry notice or letter not later than five (5) business days following the date on which the well is placed into production.

A first production conference will be scheduled as soon as the productivity of the well is apparent. This conference should be coordinated through the Resource Area Office. The Resource Area Office shall be notified prior to the first sale.

Well Completion Report- Whether the well is completed as a dry hole or as a producer, "Well Completion and Re-completion Report and Log" (Form 3160-4) will be submitted to the District Office not later than thirty (30) days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs, core descriptions, core analysis, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, work-over, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings and/or samples) will be submitted when requested by the Assistant District Manager.

<u>Venting/Flaring of Gas-NTL-4A</u> allows venting/flaring of gas during the initial well evaluation period not to exceed 30 days or 50 MMcf. Venting/flaring beyond the initial test period threshold must be approved by the District Office.

Off-Lease Measurement, Storage, Commingling- Prior approval must be obtained from the Assistant District Manager for off-lease measurement, off-lease storage and/or commingling (either down-hole or at the surface).

<u>Plugging and Abandonment-</u> If the well is completed as a dry hole, plugging instructions must be obtained from the BLM, Moab District Office prior to initiating plugging operations. Table 1 of this document provides the after-hours phone numbers of personnel who are authorized to give plugging instructions.

A "Subsequent Report of Abandonment" (Form 3160-5) will be filed with the Assistant District Manager, Minerals Divisions within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR 3162.6. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the Area Manager or his representative, or the appropriate surface managing agency.

TABLE 1

NOTIFICATIONS

Notify <u>Don Stephens</u> of the <u>Price</u> Resource Area, at (435)636-3608 for the following:

- 2 days prior to commencement of dirt work, construction or reclamation;
- 1 day prior to spudding;
- 50 feet prior to reaching surface and intermediate casing depths;
- 3 hours prior to testing BOP;
- 12 hours prior to reaching kickoff point depth (if applicable).

If the person at the above number cannot be reached, notify the Moab District Office at (435) 259-6111. If unsuccessful, notify one of the people listed below.

Well abandonment operations require 24 hour advance notice and prior approval. In the case of newly drilled dry holes, verbal approval can be obtained by calling the Moab District Office, Branch of Fluid Minerals at (435) 259-6111. If approval is needed after work hours, you may contact the following:

Eric Jones, Petroleum Engineer

Office: (435) 259-6111 Home: (435) 259-2214

| To be atta | ched to and form a part of | | |
|-------------------------|--|---|------|
| Bond No. | 8015-16-69 | | |
| Type of Bond: | NATION-WIDE OIL AND GAS BOND | | |
| dated effective | 10/19/1963 (MONTH-DAY-YEAR) | | |
| executed by | CONOCO INC. AND CONOCO GAS HOLDINGS L.L.C. (PRINCIPAL) | ,as Princip | oal, |
| and by | FEDERAL INSURANCE COMPANY | ,as Surety, | |
| in favor of | UNITED STATES OF AMERICA (OBLIGEE) | | |
| in consider | ation of the mutual agreements herein contained the Principal and | the Surety hereby consent to changing | |
| | L NAME IS HEREBY AMENDED FROM CONOCO INC. ANI PHILLIPS COMPANY. | CONOCO GAS HOLDINGS L.L.C. TO | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | ein contained shall vary, alter or extend any provision or condition | of this bond except as herein expressly stated. | |
| This rider is effective | 01/01/2003 (MONTH-DAY-YEAR) | | |
| Signed and | Sealed 12/18/2002 | | |
| | (MONTH-DAY-YEAR) | | |
| Ву: _ | CONOCOPHILLIPS COMPANY (PRINCIPAL) (PRINCIPAL) (PRINCIPAL) | | |
|] | FEDERAL INSURANCE COMPANY | | |
| By: _ | (SURETY) (ATTORNEY-IN-FACT) TINA MARIE FOSTER | | |



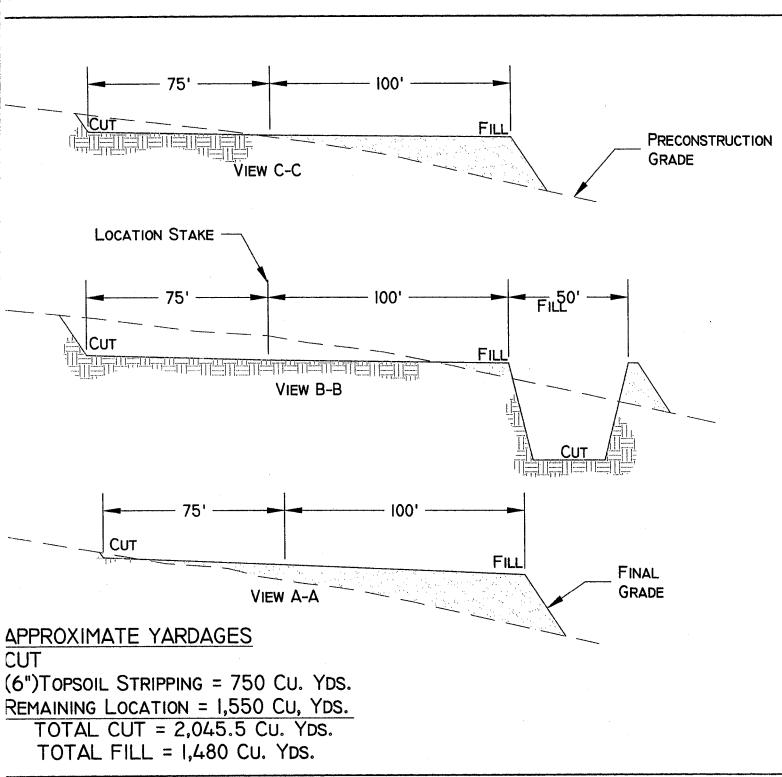


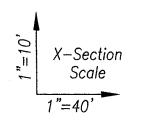
Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utah 84501 Ph: 435-637-8781 Fax: 435-636-8603

ConocoPhillips Company

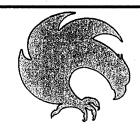
LOCATION LAYOUT
Section 14, T14S, R8E, S.L.B.&M.
WELL # 14-491

| ı | Drawn By: J. STANSFIELD | Checked By: L.W.J. | | | |
|---|----------------------------|-----------------------|--|--|--|
| | Drawing No. | 0ate: 08/25/03 | | | |
| | A-2 | 1" = 50' | | | |
| | Sheet 2 of 4 | Job No. 1196 | | | |





SLOPE = | 1/2 : | (EXCEPT PIT) PIT SLOPE = | : |



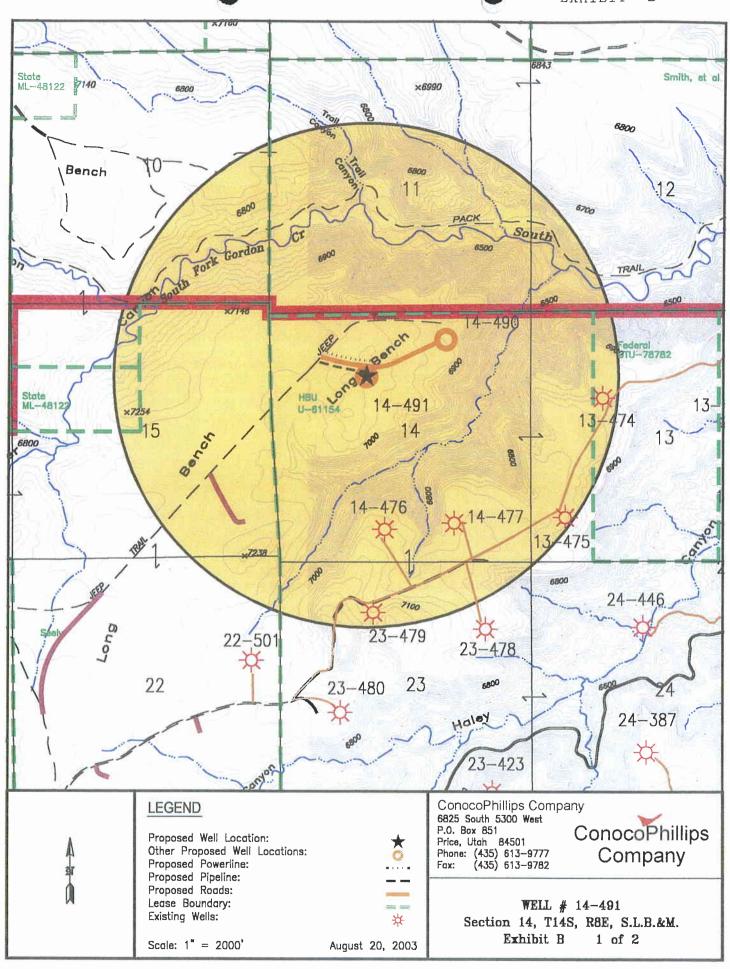
Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utah 84501 Ph: 435-637-8781 Fax: 435-636-8603

Conoco Phillips Company

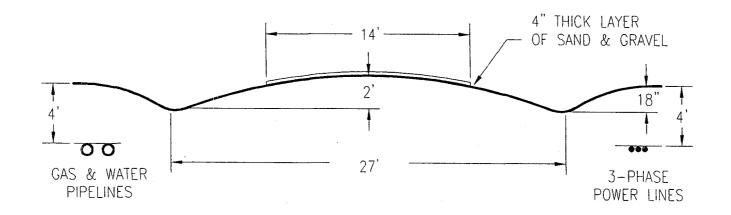
TYPICAL CROSS SECTION
Section 14, T14S, R8E, S.L.B.&M.

WELL # 14-491

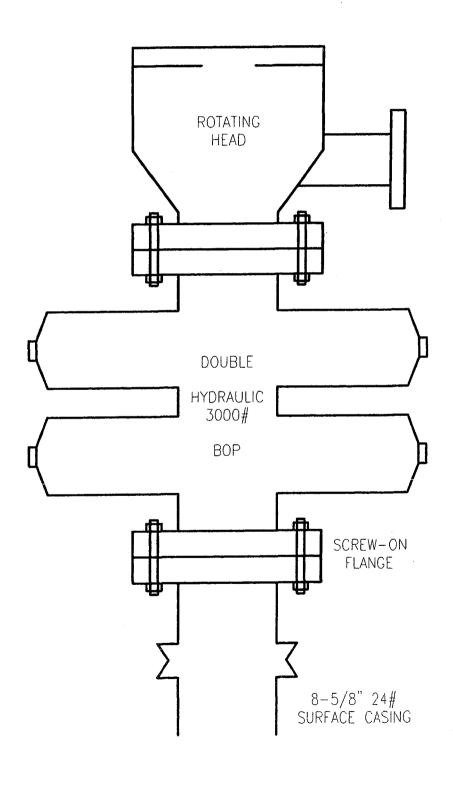
| Drawn By: J. STANSFIELD | Checked By: L.W.J. | | |
|----------------------------|-----------------------|--|--|
| Drawing No. | Date: 08/25/03 | | |
| C-1 | 1" = 40' | | |
| Sheet 3 of 4 | Job No. 1196 | | |



TYPICAL ROAD CROSS-SECTION



DIVERTER HEAD



(1) 2" 5M FLANGED CHOKE

(2) 2" 5M GATE VALVE (FLANGED)

(3) 2" 5M STUDDED CROSS

(4) 2" 5M GATE VALVE (FLANGED)

(5) 2" 5M FLANGED CHOKE

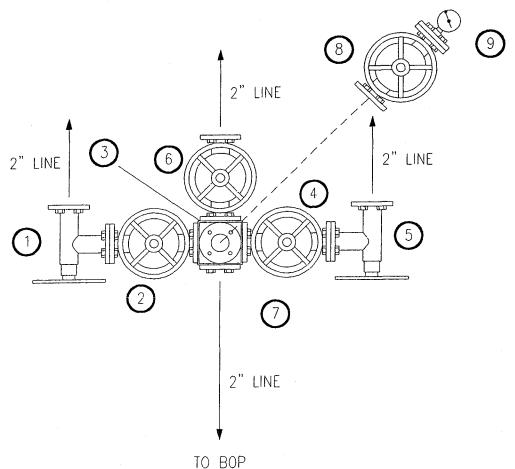
(6) 2" 5M GATE VALVE (FLANGED)

(7) 2" LINE

(8) 2" 5M GATE VALVE (FLANGED)

(9) 3000# GAUGE

NOTE: NUMBER 8 GATE VALVE SITS ON TOP OF MANIFOLD BETWEEN STUDDED CROSS AND 3000# GAUGE.

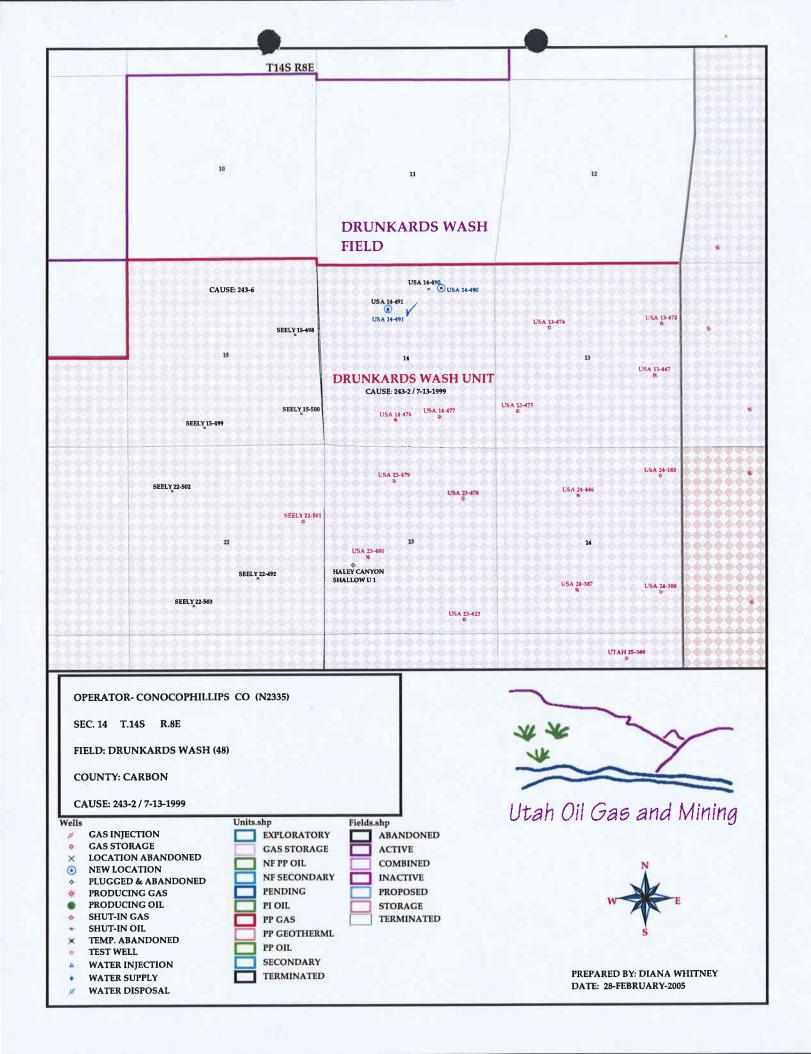


TO BOP
AND A NEW 2" BALL VALVE
FULL OPEN 5000 PSI

MANIFOLD

WORKSHEET APPLICATION FOR PERMIT TO DRILL

| APD RECEIVED: 02/24/2005 | API NO. ASSIGNED: 43-007-30769 |
|--|--|
| WELL NAME: USA 14-491 OPERATOR: CONOCOPHILLIPS COMPANY (N2335) CONTACT: JEAN SEMBORSKI PROPOSED LOCATION: | PHONE NUMBER: 435-613-9777 |
| NENW 14 140S 080E | INSPECT LOCATN BY: / / |
| SURFACE: 1311 FNL 1898 FWL BOTTOM: 1311 FNL 1898 FWL | Tech Review Initials Date |
| CARBON | Engineering |
| DRUNKARDS WASH (48) | Geology |
| LEASE TYPE: 1 - Federal LEASE NUMBER: U-61154 | Surface |
| SURFACE OWNER: 1 - Federal PROPOSED FORMATION: FRSD COALBED METHANE WELL? NO UES | LATITUDE: 39.61162 LONGITUDE: -110.9956 |
| RECEIVED AND/OR REVIEWED: Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. 8015-16-69) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. PRWID) RDCC Review (Y/N) (Date:) MM Fee Surf Agreement (Y/N) | LOCATION AND SITING: R649-2-3. Unit DRUNKARDS WASH () R649-3-2. General |
| COMMENTS: STIPULATIONS: | Ederal approved |
| | |





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

MARY ANN WRIGHT Acting Division Director JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > March 1, 2005

ConocoPhillips Company P O Box 851 Price, UT 84501

Re: <u>USA 14-491 Well, 1311' FNL, 1898' FWL, NE NW, Sec. 14, T. 14 South, R. 8 East, Carbon County, Utah</u>

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-007-30769.

Sincerely,

Associate Director

ohn R. Baza

pab Enclosures

cc: Carbon County Assessor

Bureau of Land Management, Moab District Office

| Operator: ConocoPhillips Company | | | | | |
|----------------------------------|---------|--------------|------------------|--|--|
| Well Name & Number | USA 14 | -491 | | | |
| API Number: | 43-007- | 43-007-30769 | | | |
| Lease: | U-6115 | 4 | | | |
| Location: NE NW | Sec. 14 | T. 14 South | R. <u>8 East</u> | | |

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

ConocoPhillips

Operator Account Number: N 2335

Address:

6825 South 5300 West

city Price

state UT zip 84501 Phone Number: (435) 613-9777

Well 1

| API Number | We | II Name | QQ | QQ Sec Twp | | Rng County | | |
|-------------|--------------------------|----------------------|-----------|------------|---|---------------------------------|-------|--------|
| 4300730769 | USA 14-491 | A 14-491 | | NENW 14 14 | | 148 | 08E | CARBON |
| Action Code | Current Entity Number | New Entity Number | Spud Date | | 1 | ity Assignment ffective Date | | |
| Α | 99999 | 14950 | 9 | 9/15/2005 | | 9/ | 29/05 | |

Comments:

New single well spud outside PA but inside of the Unit Boundary. FRSS

Well 2

| API Number | Wel | l Name | QQ | Sec | Twp | Rng | County |
|-------------|--------------------------|----------------------|------|--------|-----|-----|-------------------------------|
| 4300730858 | USA 14-490 | | NWNE | 14 | 148 | 08E | CARBON |
| Action Code | Current Entity Number | New Entity Number | s | pud Da | te | | ity Assignment Iffective Date |
| Α | 99999 | 14951 | (| 9/10/ | 05 | 9 | 1/29/05 |

New single well spud outside PA but inside of the Unit Boundary. FRSD CONFIDENTIAL

Well 3

| API Number | Well Name | | QQ | Q Sec Twp | | Rng | Rng County | |
|-------------|--------------------------|----------------------|-----------|-----------|-------------------------------------|-----|------------|--|
| Action Code | Current Entity Number | New Entity Number | Spud Date | | Entity Assignment Effective Date | | | |
| omments: | | | <u> </u> | | | | | |

ACTION CODES:

- A Establish new entity for new well (single well only)
- **B** Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- Other (Explain in 'comments' section)

ORIGINAL

Lynnette Allred

Name/(Please Print)

Sr. Øperations Assistant

Title

From:

Earlene Russell

To:

Lynnette Allred

Date:

11/29/2005 2:07:44 PM

Subject:

Re: Error Correction on 491 Entity

43-007-30769 T145 R8E Sec. 14

Lynnette,

The spud and entity was put on the correct API number. (The number was re-issued from another permit that was withdrawn -- we don't do that anymore.) 43-007-30769 was received on 2/24/2005 and permitted 3/1/2005.

API 43-007-30806 was received on 8/22/2001, permitted on 8/23/2001 and extended until 8/28/04. This API was abandoned 9/21/2004. Therefore ConocoPhillips submitted a new APD request on 2/24/2005 which was issued API 43-007-30769.

Therefore the September entity report is correct, and I do not need to use the one you attached today. Thanks for the thought. It gets confusing when they have the same name and location. You were right the first time.

Earlene Russell
Division of Oil, Gas & Mining
PO Box 145801
Salt Lake City, UT 84114-5801
or
1594 W North Temple, Suite 1210
Salt Lake City, UT 84116
Phone (801) 538-5336
Fax (801) 359-3940
e-mail earlenerussell@utah.gov

>>> "Allred, Lynnette" <Lynnette.Allred@conocophillips.com> 11/29/2005 12:49 PM >>> Earlene, I made an error in September when I submitted the Entity action form on the USA 14-491. The API Number should read 43-007-30806. I am attaching a new form. Let me know if there is any other action I need to make.

<491api correction .pdf>> Lynnette Allred ConocoPhillips SAP-Sr. Operations Assistant PO Box 851 (mailing) 6825 South 5300 West (physical) Price, Utah 84501

435-613-9777 ext. 15 Office 435-820-6837 Cell 435-613-9782 Fax

^{***}Live today like it matters, for now is when you truly can.***

Form 3160-4 (November 1983) (formerly 9-330)

UNITED STATES DEPARTMENT OF THE INTERIOR

Form approved. Budget Bureau No.1004-0137 Expires August 31,1985

5. LEASE DESIGNATION AND SERIAL NO.

SUBMIT IN DUPLICATE (See other In-structions on

| | | | | | | | reverse | side) | U-61154 | | | |
|--|-------------------------|--|------------------|-----------------|---------------------|-------------------------|----------------|-----------------|----------------------------------|-------------------------------|----------------------------------|--|
| WEL | L COMPLET | ION OR R | RECOMF | PLETIO | N REPO | ORT AND | LOG* | | 6. IF INDIAN, | ALLOTTEE | OR TRIBE NAME | |
| 1a. TYPE OF WELL: | | OIL 🗖 | GAS | | | | | | NA | | | |
| b. TYPE OF COMPLETIO | N: | WELL | WELL 2 | X DRY | Ц | Other | | _ | 7. UNIT AGRI Drunkard | | name JTU-67921X | |
| NEW WELL X | WORK OVER | DEEP- EN | PLUG BACK | DIFF. RESVR. | | Other | | | 8. FARM OR I | | | |
| 2 NAME OF OPERATOR | | | | | | <u> </u> | | *** | USA | | | |
| ConocoPhillip | S | | | | | | | | 9. WELL NO. | | | |
| 3. ADDRESS OF OPERATO |)R | | | | | | | | 14-491 | | | |
| 6825 South 5 | 300 West, | Price, U | tah 84 | l501 | | | | | 10. FIELD AN | D POOL, O | R WILDCAT | |
| 4. LOCATION OF WELL (| • | and in accordance | with any State | requirements | r) | • | | | Drunkar | ds Was | sh | |
| 1311' FNL, | 1898' FWL | | | | | | | | 11. SEC., T., R | R., M., OR B | LOCK AND SURVEY | |
| NE/NW, Sec | 14, T14S, R08 | BE, SLB&M | 1 | | | | | | OR AREA | | 4S. R08E. SLB&M | |
| | | | | 14 PE | RMIT NO 3 | 0769 | DATE IS | SUED | NE/NW, Sec 14, T14S, R08E, SLB&M | | | |
| | | | | 43-0 | 007-3080 | 6 | 03/01 | | Carbon | | | |
| 15. DATE SPUDDED | 16. DATE T.D. R | | | COMPL. (Re | ady to prod.) | | ONS (DF, REB | , RT, GR, ETC.) | <u></u> | | LEV CASINGHEAD | |
| 09/15/2005 | 09/18/200 | 5 | 11/12/2 | 2005 | | 7037' | | | | N/. | | |
| 20. TOTAL DEPTH, MD & 3,930' | | . PLUG BACK T.I ,838' | D, MD & TVD | | 22. IF MUL HOW M | TIPLE COMPL., MANY N | 'A | 23. INTERVA | | to TD | OLS CABLE TOOLS | |
| 24. PRODUCING INTERV | AL(S), OF THIS COM | PLETIONTOP, E | BOTTOM, NA | ME (MD OR | TVD) | | | | • | | 25. WAS DIRECTIONAL | |
| Ferron Coal—To | | Bottom Co | al 3940' | | | | Iog vyvo um | TI CONTR | | | SURVEY MADE | |
| Dual Induction G | | nma Ray, C | Comp Der | nsity, Co | mp Neut | tron | NO | ELL CORED | | | | |
| 28. | | | | CASI | NG RECORD | (Report all stri | ngs set in wel | D) | | | | |
| CASING SIZE | WEIGHT, LB./FT. | DEPTH S | SET (MD) | HOLE | SIZE | | CE | MENT RECORD |) | | AMOUNT PULLED | |
| 12-3/4" | Conductor | 7 | 13' | 1: | 5" | 180 s | xs G=2% (| Cacl + 1/4# | per sack floo | cel | | |
| 8-5/8 | 24# | 41 | 10' | 1 | 1" | 380 sxs 50/ | 50 poz,+8 | % gel+2% C | CaC1+10% e | extender | | |
| 5-1/2" | 17# | 3,8 | 38' | 7-7 | 7/8" | | 100 sx | s "G" thixo | tropic | | | |
| | | | | | | | | | | | | |
| 29. | LIN | ER RECORD | | | | | 30. | | TUBING R | | | |
| SIZE | TOP (MD) | воттом | (MD) | SACKS CE | MENT | SCREEN (MD) | SIZI | В | DEPTH SET (| MD) | PACKER SET | |
| | | | | | | | 2-7/ | 8" | 3,702 | | | |
| | | | | | | | | | | | | |
| 31. PERFORATION RECO | RD (Interval, size and | number) | | | | 32. | | | CTURE, CEMEN | - | | |
| Ferron Coal: | | | | | L | DEPTH INTERV | | AM | OUNT AND KIN | ID OF MAT | ERIAL USED | |
| Upper: 3432'- | 3438', 3455'-348 | 5, 3510'-3525 | , | 2 spf, .4 | 2" | Upper: 3432' - | 3525' | 85,000#, | 16/30; 1332 | 2 bbls 29 | 6 KCL | |
| | | | | 2 6 4: | | Lower: 3593' - | 3654' | 45,400#, | 16/30; 77 | 7 bbls 2 | 2% KCL | |
| Lower: : 3593 | 3'-3600', 3630'-3 | 033, 3048 -30. | 34 | 2 spf, .4 | <u> </u> | | | | | | | |
| | | | | | | | | | | | | |
| 33. | | | | | | RODUCTION | | | | | | |
| DATE FIRST PRODUCTION 11/28/2005 | | ті он метнод <i>(</i> ing—2-1/2' | | | -size and type o | of pump) | | | | | TATUS (Producing or Producing | |
| DATE OF TEST 11/28/2005 | HOURS TESTED 24 | CHOKE S N/A | SIZE | PROD'N. FO | | DILBBL N/A | GAS- 46 | MCF. | WATERB 58 | BL. | GAS-OIL RATIO N/A | |
| FLOW. TUBING PRESS. 57 | CASING PRESSU | RE CALCUL 24-HOUR | | oilbbl. N/A | • | GASMCI 46 | F. | WATER- | -BBL. | OIL G N/A | RAVITI - API (CORR.) | |
| 34. DISPOSITION OF GAS | (Sold,used for fuel, ve | nted, etc.) | L | | | TEST WITN | | <u> </u> | | | | |
| SOLD Jim Weaver 35. LIST OF ATTACHMENTS RECEIVED NOILYWYOJN | | | | | | | | | | | | |
| 36 I hereby certify that the fi | | nformation is com | olete and correc | at as determine | ed from all ava | ailable records | | NOUS | IVLU | IUY XIII Matinn | 11/29/2005 | |
| SIGNED | | /. | | | | : Integrity Su | pervisor | NUV 3 l | ZUU5 u i | DATE_ | 11/29/2005 | |

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES

| DIVISION OF OIL, GAS AND MINING | 5. LEASE DESIGNATION AND SERIAL NUMBER: U-61154 | | | |
|---|--|--|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A | | | |
| Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to | 7. UNIT OF CA AGREEMENT NAME: Drunkards Wash UTU-67921X | | | |
| drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 1. TYPE OF WELL OIL WELL GAS WELL OTHER | 8. WELL NAME and NUMBER: USA 14-491 | | | |
| 2. NAME OF OPERATOR: | 9. API NUMBER: | | | |
| ConocoPhillips Company 3. ADDRESS OF OPERATOR: IPHONE NUMBER: | 4300730806 307 67 | | | |
| 6825 South 5300 West CITY Price STATE UT 218 84501 (435) 613-9777 | Drunkards Wash | | | |
| 4. LOCATION OF WELL | | | | |
| FOOTAGES AT SURFACE: 1311' FNL, 1898' FWL | соunту: Carbon | | | |
| QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNE 14 T14 08E S | STATE: UTAH | | | |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO | ORT, OR OTHER DATA | | | |
| TYPE OF SUBMISSION TYPE OF ACTION | | | | |
| NOTICE OF INTENT | REPERFORATE CURRENT FORMATION | | | |
| (Submit in Duplicate) ALTER CASING FRACTURE TREAT | SIDETRACK TO REPAIR WELL | | | |
| Approximate date work will start: CASING REPAIR NEW CONSTRUCTION | TEMPORARILY ABANDON | | | |
| CHANGE TO PREVIOUS PLANS OPERATOR CHANGE | TUBING REPAIR | | | |
| CHANGE TUBING PLUG AND ABANDON | VENT OR FLARE | | | |
| SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK (Submit Original Form Only) | WATER DISPOSAL | | | |
| Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RESUME) | WATER SHUT-OFF | | | |
| 11/28/2005 Commingle Producing Formations Reclamation of Well Site | OTHER: | | | |
| CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION | | | | |
| DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volun Please be advised that this well showed first production on 11/28/2005, with a rate of 46 The tubing had a reading of 57 psi, casing 54 psi. | | | | |
| NAME (PLEASE PRINT) Jean Semborski TITLE Construction & A | Asset Integrity Supervisor | | | |
| SIGNATURE La Sentire DATE 11/29/2005 | | | | |

(This space for State use only)

RECEIVED NOV 3 0 2005

ORIGINAL